PATTERSON & COKER, P.A.

ATTORNEYS AND COUNSELORS AT LAW

JACQUELINE H. PATTERSON

1225 S. CHURCH STREET
GREENVILLE, SOUTH CAROLINA 29605
TELEPHONE: (864) 329-0548
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BRIAN D. COKER

June 16, 2006

The Honorable Charles L. A. Terreni Chief Clerk / Administrator Public Service Commission of South Carolina 101 Executive Center Drive Columbia, South Carolina 29210 JUN 2 0 2006

RE:

Docket Number 2006-107-WS

Supplement to the Petition of Greenville Timberline SC, LLC to Intervene

Dear Mr. Terreni:

Please find enclosed for immediate filing a Supplement to the Petition of Greenville Timberline, LLC to Intervene in the above-referenced matter. This Supplement attaches the missing Exhibit from the earlier filing.

By copy of this letter to each of the parties involved, we are notifying them of this request and information.

Should you have any questions, please do not hesitate to contact me.

Sincerely,

Nathaniel C. Farmer

Nathaniel C Farmer

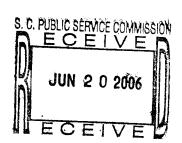
Law Clerk

Enclosure

cc:

Mr. John M.S. Hoefer Willoughby & Hoefer, P.A. P.O. Box 8416 Columbia, SC 29202-3416

Mr. Benjamin P. Mustian Willoughby & Hoefer, P.A. P.O. Box 8416 Columbia, SC 29202-3416



Ms. Florence P. Belser Deputy General Counsel SC Public Service Commission PO Drawer 11649 Columbia, SC 29211

Ms. Shannon Hudson Office of Regulatory Staff PO Box 11263 Columbia, SC 29211

Ms. Nanette S. Edwards Office of Regulatory Staff PO Box 11263 Columbia, SC 29211

Mr. Duke K. McCall, Jr. Leatherwood Walker Todd & Mann, P.C. 300 East McBee Avenue Suite 500 Greenville, SC 29601

Mr. Newton Horr Lake Trollingwood Homeowners Association 131 Greybridge Road Pelzer, SC 29669



BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2006-107-W/S

IN RE: Application of United Utility Companies, Inc. for Approval of an Adjustment of Rates and Charges for The Provision of Water and Sewer Service;

SUPPLEMENT TO THE PETITION OF GREENVILLE TIMBERLINE SC, LLC TO INTERVENE

TO: SOUTH CAROLINA PUBLIC SERVICE COMMISSION

The Petitioner, Greenville Timberline SC, LLC, would respectfully show unto The Public Service Commission of South Carolina as follows:

- 1. The attached Exhibit A is the same Exhibit A referenced in the Petition of Greenville Timberline SC, LLC to Intervene (the "Petition") which was incorporated by reference pursuant to Paragraph 3 of the Petition.
- 2. Exhibit A was unintentionally omitted from the Petition and the Petition should be supplemented to include this exhibit.

WHEREFORE, Petitioner respectfully prays unto The Public Service Commission of South Carolina that it supplement the Petition filed on May 22, 2006 to include Exhibit A and to incorporate it by reference pursuant to Paragraph 3 of the Petition.

Jacqueline H. Patterson Patterson & Coker, P.A. 1225 South Church Street Greenville, SC 29605 (864) 329-0548 (864) 239-3816 (Fax)

Attorney for Greenville Timberline SC, LLC

June 16, 2006

INLAND MANAGEMENT Fax:14134589018

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BY: TIMBERLINE . GREENVILLE, SC, LL; 8648952752;

EXHIBIT A

AGREEMENT FOR ASSET ACQUISITION AND WASTEWATER SERVICE NORTH GREENVILLE COLLEGE - GREENVILLE TIMBERLINE S.C. LLC.

UNITED UTILITY COMPANIES, INC.

This Agreement entered into this 2 day of Jyde 2001, by and between North

Grecaville College ("NGC") and Greenville Timberline S.C., LLC ("GTSC") (hereinafter collectively referred to us "Setters"), and United Utility Companies, Inc., a South Carolina corporation, (hereinafter referred to as "Utility").

WITNESSETH

WHEREAS, Sellers are the owners or are duly authorized to act on behalf of the owners of certain real property including a regional wastewater utility system which has been installed and interconnected to provide central wastewater service to NOC Campus (the "Campus") and residences (the "Residences") constructed or to be constructed contiguous to the Campus in Greenville County. South Caroline. Both Campus and Residences are more fully described on Exhibit 1 attached, (hereinafter collectively referred to as the "Property"); and

WHEREAS, Utility is a South Carolina corporation, that is engaged in the business of furnishing westewater utility service to the public in Greenville County, South Carolina. Utility desires to acquire, and Selters desire to sell the wastewater treatment plant, wastewater collection facilities, and all other assets utilized in the provision of wastewater utility service to the Property (collectively bereinafter referred to se the "Facilities"), excluding the wastewater collection system located on the Campus, subject to the terms and conditions of this Agreement.

WHEREAS. GTSC is in the process of developing the Residences into a residential community which will contain approximately 425 homes when completed and NGC is a four-year sollege which may from time to time expand the service to the Campus as determined by its Board,

WHEREAS, Scilers desire the Utility to provide wastewater utility services to the Property according to the terms, conditions and covenants of this Agreement.

WHEREFORE, IN CONSIDERATION of the mutual covenants hereinafter set forth, the parities hereto agree as follows:

Service by Utiliny

Subject to the terms and conditions of this Agreement as hereinafter selforth. Utility shall operate and maintain a utility system providing wastewater utility service to the

! BY; TIMBERLINE . GREENVILLE, GO, LL; BE48952752;

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public in the Property in accordance with this Agreement and the regulations of appropriate regulatory agencies and governmental authorities.

Representation and Warranties of Seliera

Sellers represent and warrant to Utility:

- That Sellets are the owners of or one duly authorized to act on behalf of owners of the Property and Pacilities, and
- That Sellers will connecate with Utility in any and all applications or petitions to public authorities deemed necessary or desirable by Utility in connection with the construction, installation and operation of the Facilities contemplated by this Agreement.

Title to Facilities

- Attached hereto as Exhibit 2 is a detailed list of the existing facilities of (a) Sellers showing their respective installation or construction costs to be acquired by Utility pursuant to this Agreement. Said Facilities include all wastewater utility assets and related equipment owned by the Sellers within the Property, including but not limited to one (1) 200,000 gpd wastewater treatment plant; and a complete central wastewater collection system. However, all wastewater collection mains, man holes and related facilities located within the Campus up to the point of interconnection to the wastewater treatment plant grounds will remain the property of NGC. NGC will be responsible for operating and maintaining the wastewater collection facilities located within the Campus. All Facilities as indicated on Exhibit 2 will be in satisfactory operating condition as of the date of Closing.
- Selices shall furnish Utility with copies of all Pacilities construction involces and lien waivers from all suppliers, sub-contractors, lessors and all others who furnish labor, equipment, materials, rentals, or who perform any services in connection with the Facilities construction herein.
- Attached hereto as Exhibit 3 is a list signed by the Setters and briefly describing, as of the date of this Agreement, the following:
- All pending or threatened actions at law, suits in equity or administrative proceedings relating to the Facilities and/or involving Sellers.
- All contracts or obligations of any nature relating to the Facilities between Sellers and any other party.

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- (f) All liess and encumbrances with respect to the Facilities owned by Sellers to be transferred hereunder.
- (g) Except as indicated on Exhibit 3, there are no pending or threatened actions at tow or suits in equity relating to the Facilities, or any pending or threatened proceedings before the South Carolina Public Service Commission (the "Commission") or any other governmental agency.
- (h) Except as described on Exhibit 3, there are no contracts or obligations of any nature between Sellers and any other party relating to the Facilities.
- (i) Sellers are, and at the Closing will be, the owner of the Facilities described in Bakibit 2, with good and marketable title to the said Facilities, free and clear of all liens and encumbrances except as indicated on Exhibit 3
- (j) Sellers have, or at the Closing will have, all necessary permits, licenses and easements (including sufficient rights to access) for the Facilities; the Facilities have been installed within the ensements relating thereto and in accordance with any necessary permits or licenses; the Facilities have been constructed and will be capable of operation in accordance with at test the minimum standards, requirements, rules and regulations of all governmental bodies and regulatory agencies which may have jurisdiction thereover.

Construction of Additional Facilities by Sellars

- (a) Sellers shall construct and/or install all necessary additional wastewater facilities such as wastewater mains, lift stations, manholes, retvice lines, wastewater main extensions and other facilities reasonably required to provide adequate sanitary wastewater service (in accordance with applicable governmental and Utility standards) to all new wastewater customers to be constructed within the Property. However, Sellers shall not be responsible for any upgrades or expansions to the 200,000 gpd wastewater treatment plant, except as required in Subparagraph (d) herein.
- (b) All Facilities constructed and installed by Sollers pursuant to Subparagraph (a) of this Paragraph 4 shall be constructed and installed without cost or expense to Untility.
- (c) All of the Pacificies to be constructed and installed by Sellers pursuant to Paragraph 4 of this Agreement, excluding extensions to the wastewater collection system located within the Campus, shall become the property of Utility as installed without the requirement of written documents of transfer. Utility shall own, operate and maintain as its sole responsibility and shall have all right, title and interest as sole

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owner of such Facilities. Selfers shall execute all conveyances, licenses and other documents reasonably requested by Utility as necessary or desirable in its opinion to insure its ownership of, ready access to, and operation and maintenance of such Pacilities.

- (d) Sellers further agree to complete the following actions prior to closing:
 - i. Install a 90kW diesel generator and related appuriculances at the wastewater treatment plant to provide buckup electrical power.
 - Install an all-weather access road to the wastewater treatment plant to facilitate studge removal.
 - iii. Install a four-inch (4") steel shugge removal line from the wastewater treatment plant digester to the all-weather access road.
 - iv. Complete construction of a service building/bathroom facility at the wastewater treatment plant sits.
 - v. Repair any deficiencies with the existing Phase I wastowater collection main system.
 - vi. Install a flow proportional sampler on the wastewater treatment plant effluent line.
- (a) All plans, specifications and construction pursuant to this Paragraph 4, including facilities to be constructed or installed prior to closing, shall be in accordance with applicable standards, requirements, rules and regulations of all accreties of the State of South Carolina and the County or municipal jurisdiction within which the Property is situated, and shall have received the written approval of Unity before construction to begun, which approval shall not be unreasonably withhold or delayed.

5. Maintenance of Facilities

- (a) Upon installation and/or transfer of the additional and existing facilities, Utility agrees to supply all customers within the Property with adequate and customers wastewater utility service, and to operate, maintain and repair all facilities as indicated herein.
- (b) Sellers agree to maintain existing Facilities in proper condition and are wholly responsible for all expenses required in maintain and or repair existing facilities until such time as transfer of ownership is authorized.
- (c) NGC will be responsible for proper operation, maintenance and repair of all wastowater collection lines located within the Campus, including but not limited to

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grease traps. Wastewater from NGC is required to be domestic in nature and must not exceed poliution standards for domestic waste. NGC agrees that no hazardous waste is to be discharged into its sanitary wastewater system. NOC also agrees that inflow/infiltration is to be minimized within the on-campus wastewater collection system. Utility agrees to provide wastewater treatment, on a bulk basis per Paragraph 7 berein, for all wastewater generated by NGC.

- (d) NGC will be responsible for all maintenance and or repair of the pond and adjacent fence located within the wastewater treatment plant grounds.
- (c) Following Closing, Utility agrees to install noise abatement materials around the main wastewater treatment plant blowers to reduce noise.

6. Basements

Seliers shall convey to Utility or provide by recorded subdivision plats, in either case at no cost or expense to Utility, such easements or rights-of-way for the Facilities and the use, operation maintenance thereof as Utility shall reasonably require for the performance of Utility's obligations under this Agroomens to include anticipated wastewater treatment plant expansions. Such plats or conveyances shall be in a form satisfactory to Utility's and Seliers' respective legal counsels.

7. Usage Rates

- (a) Wastewater usage charges and service fees shall be rendered by Utility in accordance with Utility's rates, rules and regulations and conditions of service from time to time on file with the Commission and then in effect.
- (b) The existing facilities of the NGC as of the execution date of this agreement will be charged based on 225 Single Family Equivalents. If the Utility's flow measurements establish the existence of excessive inflow/inflitration ("Te-I") into the Utility's wastewater system, NGC shall pay a wastewater user charge for the lett based upon the applicable tariff in affect at the time of determination of excessive I&1.

Connection or Tap-On Fees

In consideration of the undertakings of Sellers pursuant to this Agreement. Utility hereby agrees to waive 25 future Single Parnity Equivalent tap-on fees for NGC. Other new connections or additional usage by NGC beyond the Single Family Equivalent tap-on fees waived herein will be charged a tap-on fee on a Single Family Equivalent basis in accordance with our tariff on file with the Commission. Utility agrees that the tap-on fee for the first 116 lots in the Residences will be assessed at

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\$500 per Single Family Equivalent. Tap-on fees for lots in the Residences beyond 116 lots will be charged a tap-on fee on a Single Family Equivalent basis in accordance with our tariff on file with the Commission.

Approvais

This Agreement is expressly contingent upon obtaining written approval of this Agreement in its entirely by the Commission. Utility will submit this Agreement within thirty (30) days of full execution, along with any other required documentation to the Commission for approval. Sellers shall cooperate fully with the Utility in any and all applications or petitions to public authorities deemed accessary or desirable by Utility in connection with (i) obtaining an extension of Utility's Service Area, (ii) Commission approval of the terms and conditions contained within this Agreement, and (iii) construction and installation of the wastewater collection facilities contemplated by this Agreement.

10. Closine

- (a) The Closing hereunder shall take place within ten (10) days following approval of this Agreement by the Commission at the offices of Scilors' counsel, or at such other time and place as Scilers and Utility may agree upon.
- (b) At the Closing, the Setters will, upon due performance by Utility of its obligations under the Agreement, deliver to Utility:
 - (i) such good and sufficient casements, bills of sale with covenants of warranty, and sufficient instruments of sale, in form and substance satisfactory to Litility's counsel, as shall be required to vest in Utility good, indefeasible and marketable title to all of the Facilities used or to be used for wastewater treatment or collection in the Property, free and clear of liens and encumbrances except as indicated on Exhibit 3;
 - (ii) all of the files, documents, papers, agreements, books of account, customer lists, original cost invoices, engineering drawings, and records pertaining to the westewater utility business conducted by Scilers in the Property, other than their minute books and stock records, and any other records reasonably needed by Scilers;
 - (iii) all orders, permits, licenses, franchises, or certificates issued or granted to Sellers by any governmental authority in connection with any authorization related to the construction, operation or maintenance of its Facilities or the conduct of their wastewater utility businesses; and

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- (iv) an opinion of Counsel for Sellers, dated as of the Closing, that upon the execution of this Agreement; dolivery to Utility of the Bill of Sale for the Facilities; and the approval of the Commission of these transactions that Utility will then have good and marketable title to the Facilities, free and clear of all liens and oncumbrances.
- (b) At the Clusing and from time to time thereafter, Sellers shall, at the request of Utility, take all action necessary to put Utility in actual possession and operating control of the Sellers' Facilities and shall execute and deliver such further instruments of sale, conveyance, transfer and assignment, and take such other action as Utility may request, in order more effectively to sell, convey, transfer and assign to Utility any of the Facilities, to confirm the title of Utility thereto and to assist Utility in exercising rights with respect thereto.

11. Purchase Price

The amount of the Purchase Price (the "Purchase Price") shall be \$10.00 (Ten Dollars), increased by the amount of any cash or current accounts receivable (which Sellers represent and warrant will be collected at their face amount) transferred by Sellers to Utility and decreased by any liabilities (current, accrued, long-term or other) assumed by Utility.

12. indemnification

Sellers shall save and hold Utility harmless from and against all suits or claims that may be based upon any injury to any person or property that may occur within the Property in the course of the performance of the construction of the Facilities by Sellers or by anyone asting on Sellers' behalf, or under Sellers' supervision and control, including, but not limited to claims made by employees of Sellers.

13. Delova

Neither party to this Agreement shall be liable to the other for failure, default or delay in performing any of its obligations becounder, if such failure, default or delay is caused by strikes or other lebor problems, by forces of nature, unavoidable occident, fire, acts of public enemy, interference by civil authorities, passage of laws, orders of court, adoption of rules, ordinances, acts, failure to act, decisions or orders or regulations of any governmental or military body or agency, office or commission; delays in receipt of materials, or any other cause, whether of similar or dissimilar nature, not within the coatrol of the party affected and which, by the exercise of duc diligence such party is unable to prevent or overcome.

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14. <u>Utilities</u>

The Sellers will be responsible for all costs, if any, to establish separate phone, water and electric utility accounts for the Pacifiles including any costs required by the providers of these services to install dedicated lines to the Pacifiles.

15. Assignment

This Agreement shall be binding upon and inure to the benefit of the parties hereto, their successors and assigns.

16. Gayorning Law, Notices, Fig.

This Agreement is intended to be performed in the State of South Carolina and shall be governed by the laws of the State of South Carolina. The failure of either party hereto to enforce any of the provisions of this Agreement or the waiver thereof in any instance by either party shall not be construed as a general waiver or relinquishment on its part of any such provisions, but the same shall, nevertheless, be and remain in full force and effect. This Agreement sets forth the complete understanding between Sollers and Utility and supersades an prior agreements with respect to service to the Property. Any amendments hereto to be effective must be made in writing.

17. Notices

Notices, correspondence and invoicing required hereunder shall be given to Sellers and to Utility at the following addresses, or at any other addresses designated in writing by either party subsequent to the date hereof:

If to Sellers: North Greenville College P.O. Box 1892 Tigerville, SC 29688

> Greenville Timberline S.C., LLC 100 Laurel Way Tigerville, SC 29688

If to Utility: United Utility Companies, Inc. P.O. Box 4509

West Columbia, SC 29171

Delivery, when made by registered or certified mail, return receipt requested, shall be deemed completed upon mailing.

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IN WITNESS WITEREOF, this Agreement is executed on the date first

above written.

Jaines B. Epting (President)

Cliff Prown

James Camaron, (Chairman and C.B.O.)